TENNESSEE GENERAL ASSEMBLY FISCAL REVIEW COMMITTEE



FISCAL MEMORANDUM

SB 453 - HB 631

April 15, 2009

SUMMARY OF AMENDMENT (005725): Deletes the Commissioner of Health's authority to deduct the amount due from a forthcoming Medicaid payment and lock the facility into automatic deductions when a facility becomes more than 30 days delinquent.

FISCAL IMPACT OF ORIGINAL BILL:

Increase State Expenditures - Not Significant

Other Fiscal Impact – Prevent the loss of \$84,900,000 in State Revenue

Revenue recognition of \$84,900,000 is included in the Governor's FY09-10 Recommended Budget.

FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:

Unchanged from the original fiscal note.

Assumption applied to amendment:

• According to the Department of Health, there are 23 nursing homes whose monthly bed tax is deducted from the monthly Medicaid payments due to the nursing home. Any cost incurred for changes to processing procedures can be accommodated within existing resources without an increased appropriation or reduced reversion.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

Jam W. White

/kml